

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF PICCADILLY BUILDERS,)	
INC., d/b/a KELLWOOD SEWER TREATMENT)	CASE NO. 10156
PLANT, FOR A RATE ADJUSTMENT PURSUANT TO)	
THE ALTERNATIVE RATE FILING PROCEDURE)	
FOR SMALL UTILITIES)	

O R D E R

On November 11, 1988, the Commission entered its Order in this case directing Kellwood Sewer Treatment Plant ("Kellwood") to reduce its revenues by \$2,421. On December 9, 1988, Kellwood requested the Commission approve a plan for reduction which would allow Kellwood to reduce its revenues by reducing only the invoiced amount to Piccadilly Square Apartment Community. Piccadilly Square Apartment Community receives one invoice representing service to 698 residential customers. Kellwood states that since there is less expense involved in collecting sewer fees from the apartment community, the reduction in revenue could be realized more efficiently.

In proposing this method of reduction, Kellwood implies that it will not be implementing the rate design ordered by this Commission on November 11, 1988. The rates set out in Appendix A to the November 11, 1988 Order have been designed to produce a \$2,421 reduction in revenue and assures that all customers benefit from the reduction. Therefore, implementation of the approved rate design will produce the overall reduction in revenue ordered by

the Commission. The Commission, after consideration of the request and being advised, finds that:

1. The request for approval for a plan of reduction proposed by Kellwood on December 9, 1988 should be denied.


2. Kellwood should immediately implement the rates in Appendix A of the Commission's Order of November 11, 1988, said Appendix A attached and incorporated herein as if fully set forth.

3. Within 30 days of the date of this Order, Kellwood should file with the Commission its tariff setting out the rates approved in Appendix A of the November 11, 1988 Order.

BE IT SO ORDERED.

Done at Frankfort, Kentucky, this 24th day of January, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 10156 DATED 11/11/88

The following rates and charges are prescribed for the customers in the area served by Kellwood Sewer Treatment Plant. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

<u>Customer Class</u>	<u>Monthly Rate</u>
1 Bedroom Apartment	\$ 11.85 Per Apartment Unit
2 Bedroom Apartment	12.85 Per Apartment Unit
3 Bedroom Apartment	14.70 Per Apartment Unit
Single Family Residence	\$ 14.70
Community Building	\$275.00
Commercial Users	\$ 14.70 per R.E.*

* Per Residential Equivalent - The number of residential equivalents and/or fractional parts thereof shall be determined by dividing the customer's average monthly water consumption in gallons by 12,000 gallons. The minimum bill for commercial service will be \$14.70.